

Message Text

SECRET

PAGE 01 STATE 178065
ORIGIN SS-25

INFO OCT-01 ISO-00 SSO-00 /026 R

DRAFTED BY ARA/ECP:GLAMBERTY:SAB
APPROVED BY ARA:RARELLANO
L:HHANSELL (SUBSTANCE)
S/S-O:JTHYDEN

-----025914 141904Z /46

O 141758Z JUL 78
FM SECSTATE WASHDC
TO AMEMBASSY BUENOS AIRES IMMEDIATE

S E C R E T STATE 178065

EXDIS

E.O. 11652: GDS

TAGS: -CON, AR

SUBJECT: BOEING PAYMENTS

1. THE DEPARTMENT HAS LEARNED THAT THE BOEING COMPANY MAY SOON REVEAL INFORMATION CONCERNING CERTAIN PAYMENTS MADE BY THE COMPANY DURING THE 1971-77 PERIOD. THESE REVELATIONS WILL INCLUDE A STATEMENT THAT IT EXECUTED TWO CONSULTING AGREEMENTS IN CONNECTION WITH AIRCRAFT SALES TO ARGENTINA AND AT LEAST SIX OTHER COUNTRIES. IN SOME CASES THE TWO AGREEMENTS WERE WITH THE SAME CONSULTANT; IN OTHER CASES THE AGREEMENTS WERE WITH INDIVIDUALS OR COMPANIES BELIEVED TO HAVE SOME BUSINESS RELATIONSHIP. IN ALL CASES THE TWO AGREEMENTS WERE EXECUTED AT THE REQUEST OF THE CONSULTANTS. IN CERTAIN INSTANCES PAYMENTS DUE THE CONSULTANT UNDER AN AGREEMENT WERE MADE TO A BANK ACCOUNT LOCATED OUTSIDE THE COUNTRY IN WHICH THE CONSULTANT RESIDED. IN SEVERAL

SECRET

SECRET

PAGE 02 STATE 178065

OTHER INSTANCES THE COMPANY ENGAGED AS COMMISSION CONSULTANTS PERSONS OR CORPORATIONS WITH WHOM THE COMPANY HAD OTHER CONTRACTURAL ARRANGEMENTS AND ALL OR A PORTION OF THE COMMISSIONS PAID WERE PAID TO BANK ACCOUNTS OF THE CONSULTANT LOCATED OUTSIDE THE COUNTRY IN WHICH THE CONSULTANT RESIDED. IN SEVERAL

OTHER INSTANCES THE LEGAL ENTITIES WITH WHICH THE COMPANY CONTRACTED FOR CONSULTING SERVICES WERE SWISS OR LIECHTENSTEIN CORPORATIONS BELIEVED TO BE OWNED BY THE PERSON OR PERSONS WITH WHOM THE COMPANY DEALT. IN A LIMITED NUMBER OF CASES, PAYMENTS WERE MADE TO BANK ACCOUNTS IDENTIFIED BY NUMBER ONLY. IN ONE INSTANCE THE COMPANY PAID A CONSULTANT BY CHECK AND ASSISTED THE CONSULTANT IN CONVERTING A PORTION OF THE PAYMENT INTO BEARER BANK INSTRUMENTS.

2. THE COMPANY IS REVEALING THIS INFORMATION SOLELY BECAUSE IT IS REQUIRED TO DO SO, AND BELIEVES THAT NONE OF THE PAYMENTS WERE ILLEGAL. THE COMPANY HAS NO ASSURANCE THAT NONE OF ITS FOREIGN CONSULTANTS HAVE DIRECTLY OR INDIRECTLY PAID A PORTION OF MONIES RECEIVED FROM THE COMPANY TO GOVERNMENT OR CUSTOMER OFFICIALS AND SOME COMPANY EMPLOYEES MAY SUSPECT THAT THIS HAS OCCURRED. MOST CONSULTANTS SIGNED AGREEMENTS COMMITTING THEM TO COMPLY WITH ALL APPLICABLE LAWS AND AGREEING TO HOLD THE COMPANY HARMLESS FROM ANY FAILURE TO DO SO. INQUIRIES MADE OF MANY OF THE CONSULTANTS HAVE UNIFORMLY PRODUCED DENIALS THAT ANY UNLAWFUL OR IMPROPER PAYMENTS HAVE BEEN MADE. CHRISTOPHER

SECRET

NNN

Message Attributes

Automatic Decaptioning: Z
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: PUBLIC DISCLOSURE, CORRUPTION, BANK DEPOSITS, CONSULTANTS, AIRCRAFT SALES
Control Number: n/a
Copy: SINGLE
Draft Date: 14 jul 1978
Decaption Date: 20 Mar 2014
Decaption Note: 25 YEAR REVIEW
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978STATE178065
Document Source: CORE
Document Unique ID: 00
Drafter: GLAMBERTY:SAB
Enclosure: n/a
Executive Order: GS
Errors: N/A
Expiration:
Film Number: D780289-0606
Format: TEL
From: STATE
Handling Restrictions:
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780758/aaaabwzr.tel
Line Count: 85
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 2ee40773-c288-dd11-92da-001cc4696bcc
Office: ORIGIN SS
Original Classification: SECRET
Original Handling Restrictions: EXDIS
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: SECRET
Previous Handling Restrictions: EXDIS
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 07 jul 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2001728
Secure: OPEN
Status: NATIVE
Subject: BOEING PAYMENTS
TAGS: ECON, EAIR, EFIN, SOPN, AR, BOEING
To: BUENOS AIRES
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/2ee40773-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014